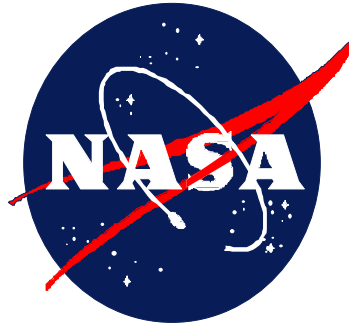

Implementation of SFFAS 6 & 8



FY 98 and Beyond

***Code BFZ, Financial Management Division,
NASA HQS***

SFFAS 6
***Accounting for Property, Plant
and Equipment***

SFFAS 8
***Supplementary
Stewardship Reporting***

Capitalization Threshold

- ***\$5K to \$100K***
 - ***Change in Accounting Estimate***
 - ***Removed Items Under \$100K***
 - ***Materiality of Impact Upon Future Years'***
Depreciation Expense - \$290M
-

Depreciation - Equipment

- ***Group/Straight-line Depreciation***
 - ***Useful Lives - FSC Groups***
 - ***Beginning Balances (10/1/97) - Accumulated Depreciation***
 - ***“Older” & “Younger” than Useful Life***
 - ***“Mid-Year” Convention for Acquisitions***
 - ***Orbiters***
-

Depreciation - Equipment

Contractor-held

- ***PIC 98-12, Q&A on Web Site***
 - ***NASA Contractor Property Team***
 - ***Ability to Provide Data***
 - ***Mutual Understanding of Process***
 - ***10/1/97 Beginning Balances***
 - ***“Sample” Contractors = 93% All Depreciable PP&E***
-

Depreciation - Equipment

Contractor-held

- ***9/30/99 NF1018 Data “Verification”***
 - ***5 “Sample” Contractors - Visits***
 - ***Other “Sample” Contractors - Q & A by Phone, E-mail***
 - ***Other Contractors - Each Center Contacted 2 - Visit or Phone***
-

FY98 Results

- ***FY97 PP&E Account Balance \$27.6B***
 - ***+ Assets In Space \$16.5B***
 - ***Change In Capitalization Threshold \$2.9B***
 - ***Accumulated Depreciation \$19.7B***
 - ***Annual Depreciation Expense \$2.0B***
 - + ***Acquisitions Net Of Disposals \$2.2B***
 - ***Heritage Assets \$0.3B***
 - ***Property Not In Use \$0.3B***
 - ***FY98 PP&E Net Asset Value \$20.9B***
-

Next Steps

- ***NASA FAR Supplement 1845 & 1852 Revision***
 - ***NF1018 Reporting Same as FY98, except:***
 - ***Identify Heritage Assets***
 - ***PIC***
 - ***“Training”***
 - ***“Verification”***
-

Heritage Assets

- ***SFFAS #8 - PP&E of Historical, Natural, Cultural, Educational or Artistic Significance***
 - ***Multi-use are General PP&E***
 - ***Include in NF1018 Values, Identify & Describe***
 - ***Center Evaluate and Consult With Contractor, HQS***
-

Information Sources

- ***NFS -***

- ***Current:***

- ***<http://www.hq.nasa.gov/office/procurement/regs/1845.htm>***

- ***Proposed:***

- ***http://www.access.gpo.gov/su_docs/fedreg/a990517c.html***

- ***NF1018 -***

- ***<http://www.hq.nasa.gov/fmm/forms/nf1018.htm>***

- ***Q & A -***

- ***<http://www.hq.nasa.gov/fmm/docs/QA1.htm>***
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